

MEETING NO. 4159
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD WEDNESDAY, **JULY 6, 2016**

10:00 A.M.

RETIREMENT SYSTEMS' CONFERENCE ROOM
ALLY DETROIT CENTER, 500 WOODWARD; SUITE 3000
DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

| | |
|------------------|--|
| Wendell Anthony | Trustee |
| Scott Benson | Ex-Officio Trustee/City Council Member |
| Lori Cetlinski | Trustee |
| Tasha L. Cowan | Trustee/Vice-Chair |
| Olga Johnson | Trustee |
| John Naglick | Ex-Officio Trustee/Finance Director |
| June Nickleberry | Trustee |
| Gail Oxendine | Trustee |
| Thomas Sheehan | Trustee/Chair |
| David Szymanski | Ex-Officio Trustee/City Treasurer |

TRUSTEES EXCUSED

None

TRUSTEES ABSENT

None

ALSO PRESENT

| | |
|---------------------------|--------------------------|
| Cynthia A. Thomas | Executive Director |
| Ryan Bigelow | Chief Investment Officer |
| Michael VanOverbeke | General Counsel |
| LaMonica Arrington-Cabean | Manager II |
| Rita Coats | Recording Secretary |

CHAIRMAN

THOMAS SHEEHAN

The Board's Recording Secretary took a verbal Roll Call at 10:20 a.m. and Chairman Sheehan called the meeting to order.

Present at Roll Call: Scott Benson, Lori Cetlinski, Tasha L. Cowan, Olga Johnson, June Nickleberry, Gail Oxendine and Thomas Sheehan.

PRESENTATION:

Gabriel Roeder Smith & Company

Representative Judith Kermans and Kenneth Alberts of Gabriel Roeder Smith appeared before the Board to discuss the Annual Actuarial Valuation of Component I as of June 30, 2014, and Gabriel Roeder Smith's current project list for the Retirement Systems. The following were also discussed at length:

- Hybrid Plan
- Legacy Plan
- COLA

➤ ***Trustee Wendell Anthony*** entered the Board Meeting at 10:25 a.m.

➤ ***Trustee David Szymanski*** entered the Board Meeting at 11:00 a.m.

➤ ***Trustee John Naglick*** entered the Board Meeting at 11:05 a.m.

~Concludes Presentation~

Open Forum

Chairman **Thomas Sheehan** opened the meeting for public discussion:

City of Detroit Retiree **Cedric Cook** addressed the Board regarding the following:

- Policy Shortfall

~Concludes Public Comment~

❖ The Board **RECESSED** for **LUNCH** at 12:50 p.m.

❖ The Board **RECONVENED** at 1:25 p.m.

Re: Service Retirement(s)

Motion By: Trustee Szymanski - Supported By: Trustee Anthony

RESOLVED, that the application(s) for **SERVICE RETIREMENT** which is outlined below be hereby APPROVED:

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Kelvin Gordon – Vehicle Operator I – General Services |
| SERVICE CREDIT | 17-05 |
| EFFECTIVE DATE | 06-23-16 |

| | |
|-------------------------|------------------------------------|
| NAME, TITLE, DEPARTMENT | Kurt Henley – TEO - Transportation |
| SERVICE CREDIT | 15-0 |
| EFFECTIVE DATE | 06-02-16 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Ahlam K. Kamash – Auditor – Auditor General |
| SERVICE CREDIT | 19-06 |
| EFFECTIVE DATE | 06-08-16 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Chris M. Raptoulis – Building Inspector – Building & Safety |
| SERVICE CREDIT | 14-10 |
| EFFECTIVE DATE | 06-08-16 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Charles A. Rittenhouse – General Auto Mechanic - Transportation |
| SERVICE CREDIT | 18-01 |
| EFFECTIVE DATE | 06-11-16 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan and Szymanski - 9

Nays: None

Re: Early Retirement(s)

Motion By: Trustee Szymanski - Supported By: Trustee Anthony

RESOLVED, that the application(s) for **EARLY RETIREMENT** which is outlined below be hereby APPROVED:

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Jane R. Wilson – Prof Admin Analyst – Water & Sewerage |
| SERVICE CREDIT | 26-09 |
| EFFECTIVE DATE | 06-17-16 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan and Szymanski - 9

Nays: None

Re: Vested Retirement(s)

Motion By: Trustee Szymanski - Supported By: Trustee Anthony

RESOLVED, that the application(s) for **VESTED RETIREMENT** which is outlined below be hereby APPROVED:

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Walter D. Bogerty – Sr. Asst San Eng-Hlth – Health |
| SERVICE CREDIT | 22-10 |
| EFFECTIVE DATE | 06-01-16 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Kenneth T. Ford – Water Plant Operator – Water & Sewerage |
| SERVICE CREDIT | 07-06 |
| EFFECTIVE DATE | 06-01-15 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan and Szymanski - 9

Nays: None

Re: Hybrid Retirement(s)

Motion By: Trustee Szymanski – Supported By: Trustee Anthony

RESOLVED, that the application(s) for **HYBRID RETIREMENT** which is outlined below be hereby APPROVED:

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | James Anderson – St Lghtng Maint Wkr – Public Lighting |
| SERVICE CREDIT | 00-03 |
| EFFECTIVE DATE | 10-03-14 |

| | |
|-------------------------|----------------------------|
| NAME, TITLE, DEPARTMENT | Paul C. Anway – RCPO – DPW |
| SERVICE CREDIT | 00-01 |
| EFFECTIVE DATE | 07-29-14 |

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Xavier Arteaga – Sewage Plant Operator – Water & Sewerage |
| SERVICE CREDIT | 00-05 |
| EFFECTIVE DATE | 11-30-14 |

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Veronica Butler – Senior Clerk – Water & Sewerage |
| SERVICE CREDIT | 01-02 |
| EFFECTIVE DATE | 08-27-15 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Ramprasad Chatterjee – Sr Assoc Elect Eng- WS – Water & Sewerage |
| SERVICE CREDIT | 01-04 |
| EFFECTIVE DATE | 10-27-15 |

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Linda C. Dmytrow – Office Management Assistant – Water & Sewerage |
| SERVICE CREDIT | 00-08 |
| EFFECTIVE DATE | 03-02-15 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Robert Domka – General Welder – Water & Sewerage |
| SERVICE CREDIT | 01-04 |
| EFFECTIVE DATE | 11-06-15 |

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Kelvin Gordon – Vehicle Operator I – General Services |
| SERVICE CREDIT | 02-00 |
| EFFECTIVE DATE | 06-23-16 |

Re: Hybrid Retirement(s) – (Con't)

NAME, TITLE, DEPARTMENT Roger Charles Greenwood – Plant Technician
– Water & Sewerage

SERVICE CREDIT 01-07

EFFECTIVE DATE 01-22-16

NAME, TITLE, DEPARTMENT Michael R. Harvey – Emergency Service
Operator – Police (Civilian)

SERVICE CREDIT 00-08

EFFECTIVE DATE 03-10-15

NAME, TITLE, DEPARTMENT T. L. Hibbler, Jr. – Vehicle Operator I -
Recreation

SERVICE CREDIT 01-07

EFFECTIVE DATE 12-19-15

NAME, TITLE, DEPARTMENT James A. Ibironke – Engineer – Water &
Sewerage

SERVICE CREDIT 01-07

EFFECTIVE DATE 01-27-16

NAME, TITLE, DEPARTMENT Najat M. Ibrahim – Construction Inspector -
DPW

SERVICE CREDIT 01-04

EFFECTIVE DATE 11-14-15

NAME, TITLE, DEPARTMENT Zahid Jawadi – Sr. Asoc Mech Eng-Dsn –
Water & Sewerage

SERVICE CREDIT 01-05

EFFECTIVE DATE 12-10-15

NAME, TITLE, DEPARTMENT Gian Singh Kanda – Sr Ast Mech Eng-Dsgn –
Water & Sewerage

SERVICE CREDIT 01-04

EFFECTIVE DATE 11-12-15

NAME, TITLE, DEPARTMENT Martin Lacroix – Plant Technician – Water &
Sewerage

SERVICE CREDIT 01-06

EFFECTIVE DATE 01-06-16

NAME, TITLE, DEPARTMENT Samuel Lamar – Wtr Sys Cnt Ins Tech – Water
& Sewerage

SERVICE CREDIT 00-08

EFFECTIVE DATE 09-12-14

Re: Hybrid Retirement(s) – (Con't)

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Robert D. Leonard – Boiler Inspector – Building & Safety |
| SERVICE CREDIT | 00-10 |
| EFFECTIVE DATE | 04-21-15 |
| NAME, TITLE, DEPARTMENT | Norman D. MacLennan – Building Attendant A – Water & Sewerage |
| SERVICE CREDIT | 00-02 |
| EFFECTIVE DATE | 08-16-14 |
| NAME, TITLE, DEPARTMENT | Thomas McDonald – Laborer A - DPW |
| SERVICE CREDIT | 01-02 |
| EFFECTIVE DATE | 09-03-15 |
| NAME, TITLE, DEPARTMENT | Jeffrey J. Morrison – Maintenance Techn – Water & Sewerage |
| SERVICE CREDIT | 01-06 |
| EFFECTIVE DATE | 01-02-16 |
| NAME, TITLE, DEPARTMENT | Patrick J. Murray – Sr. Asst Corp Counsel - Law |
| SERVICE CREDIT | 01-01 |
| EFFECTIVE DATE | 08-01-15 |
| NAME, TITLE, DEPARTMENT | Richard Murray – Security Officer – Water & Sewerage |
| SERVICE CREDIT | 01-07 |
| EFFECTIVE DATE | 01-28-16 |
| NAME, TITLE, DEPARTMENT | Mohankumar B. Murti – Spec Projects Tech – Water & Sewerage |
| SERVICE CREDIT | 01-06 |
| EFFECTIVE DATE | 01-02-16 |
| NAME, TITLE, DEPARTMENT | Syed M. Parvez – Chemist – Water & Sewerage |
| SERVICE CREDIT | 01-06 |
| EFFECTIVE DATE | 01-14-16 |
| NAME, TITLE, DEPARTMENT | Edward Ramey, Jr. – Procurement Speclst – Water & Sewerage |
| SERVICE CREDIT | 01-06 |
| EFFECTIVE DATE | 01-09-16 |

Re: Hybrid Retirement(s) – (Con't)

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Chris M. Raptoulis – Building Inspector – Building & Safety |
| SERVICE CREDIT | 02-00 |
| EFFECTIVE DATE | 06-08-16 |
| NAME, TITLE, DEPARTMENT | Alan Rhoades – Chemist – Water & Sewerage |
| SERVICE CREDIT | 01-07 |
| EFFECTIVE DATE | 01-27-16 |
| NAME, TITLE, DEPARTMENT | Charles A. Rittenhouse – General Auto Mechanic - Transportation |
| SERVICE CREDIT | 01-11 |
| EFFECTIVE DATE | 06-11-16 |
| NAME, TITLE, DEPARTMENT | Bobby E. Ruffin – Building Attendant A – Water & Sewerage |
| SERVICE CREDIT | 00-04 |
| EFFECTIVE DATE | 10-15-14 |
| NAME, TITLE, DEPARTMENT | Roger S. Ruffin – Security Officer – Water & Sewerage |
| SERVICE CREDIT | 01-07 |
| EFFECTIVE DATE | 02-05-16 |
| NAME, TITLE, DEPARTMENT | Vinod Sharma – Engineer – Water & Sewerage |
| SERVICE CREDIT | 01-07 |
| EFFECTIVE DATE | 02-05-16 |
| NAME, TITLE, DEPARTMENT | Shirley Jean Smith – Lib-Cust Sup Rep - Library |
| SERVICE CREDIT | 01-04 |
| EFFECTIVE DATE | 10-31-15 |
| NAME, TITLE, DEPARTMENT | Kevin B. Sullivan – Lib Genl Auto Mechic - Library |
| SERVICE CREDIT | 01-05 |
| EFFECTIVE DATE | 12-05-15 |
| NAME, TITLE, DEPARTMENT | Romell Travics – Sr. Fire Dispatcher – Fire (Civilian) |
| SERVICE CREDIT | 01-02 |
| EFFECTIVE DATE | 08-22-15 |

Re: Hybrid Retirement(s) – (Con't)

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Victor L. Vecsernyes – Water Technician – Water & Sewerage |
| SERVICE CREDIT | 01-07 |
| EFFECTIVE DATE | 01-20-16 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

Re: Change of Computation from Duty Disability to Service Retirement(s)

Motion By: Trustee Szymanski – Supported By: Trustee Anthony

RESOLVED, that the application(s) for **CHANGE OF COMPUTATION FROM DUTY
DISABILITY TO SERVICE RETIREMENT** which is outlined below be hereby
APPROVED:

| | |
|-------------------------|--|
| NAME, TITLE, DEPARTMENT | Deborah A. Allen – Clerk – Fire (Civilian) |
| SERVICE CREDIT | 27-07 |
| EFFECTIVE DATE | 02-19-16 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Cassandra D. Green – TEO - Transportation |
| SERVICE CREDIT | 16-09 |
| EFFECTIVE DATE | 05-24-16 |

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Stanley R. Slaughter – TEO - Transportation |
| SERVICE CREDIT | 28-08 |
| EFFECTIVE DATE | 02-01-16 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

Re: Auto III - Spouse

Motion By: Trustee Szymanski – Supported By: Trustee Anthony

RESOLVED, that the application(s) for **AUTO III - SPOUSE** which is outlined below be hereby APPROVED:

| | |
|-------------------------|---|
| NAME, TITLE, DEPARTMENT | Carmen Wilson (Eric L. Wilson – Deceased) - General Auto Mechanic - Transportation |
| SERVICE CREDIT | 16-04 |
| EFFECTIVE DATE | 04-29-16 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

Re: Change of Effective Date

Motion By: Trustee Szymanski – Supported By: Trustee Anthony

RESOLVED, that the application(s) for **CHANGE OF EFFECTIVE DATE** which is outlined below be hereby APPROVED:

| | |
|-------------------------|-----------------------------|
| NAME, TITLE, DEPARTMENT | Timothy Taylor – RCPO - DPW |
| SERVICE CREDIT | 28-03 |
| FROM: | 04-28-16 |
| TO: | 04-26-16 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

Re: Option Change

Motion By: Trustee Szymanski – Supported By: Trustee Anthony

RESOLVED, that the application(s) for **OPTION CHANGE** which is outlined below be hereby APPROVED:

NAME, TITLE, DEPARTMENT Kamil Jumaa – Spec Proj Techn – Water &
Sewerage
SERVICE CREDIT 14-10
FROM: A/Pop-Up
TO: Three/Equate Age 65

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

Re: Receipts

The receipts which are referenced below were **Acknowledged**:

| THE GENERAL RETIREMENT SYSTEM OF THE CITY OF DETROIT | | | |
|--|-------------|---|---------------|
| WEEKLY RECEIPTS FOR ACKNOWLEDGEMENT | | | |
| 6/13/16 - 7/1/16 | | | |
| July 6, 2016 | | | |
| REMITTER NAME | DATE POSTED | DESCRIPTION | AMOUNT |
| RECEIPTS | | | |
| POLICE & FIRE RETIREMENT SYSTEM | 06/13/16 | Reimburse Staff Wages | 16,311.66 |
| SECURITIES LENDING | 06/14/16 | Earnings, May 2016 | 56,799.63 |
| THE SUPERIOR FUND LP | 06/16/16 | Dianne's Desserts Sale Proceeds | 14,606,561.00 |
| USPF II INSTITUTIONAL FUND LP | 06/17/16 | Distribution | 93,244.00 |
| POLICE & FIRE RETIREMENT SYSTEM | 06/20/16 | Reimburse Staff Wages | 18,005.90 |
| SSGM COMMISSION | 06/21/16 | Recapture Activity for May 2016 | 2,047.22 |
| WIND POINT PARTNERS V LP | 06/21/16 | Distribution | 42,827.00 |
| FIRST INDEPENDENCE BANK | 06/22/16 | Loan Deductions | 46,296.63 |
| FIRST INDEPENDENCE BANK | 06/22/16 | Loan Deductions | 50,819.24 |
| AEW PARTNERS V LP | 06/23/16 | Distribution | 131,090.00 |
| CLARK HILL | 06/24/16 | Settlement Proceeds | 64.92 |
| F. JOHNSON | 06/24/16 | Laptop Reimbursement | 150.00 |
| SPIVEY JUNCTION / BABAR | 06/24/16 | Payment | 500.00 |
| REALTY ASSOCIATES FUND VII LP | 06/27/16 | Distribution | 174,485.00 |
| CLARK HILL | 06/30/16 | Settlement Proceeds | 240.00 |
| CLARK HILL | 06/30/16 | GRS/PFRS v Alamerica opposing party sanctions | 12,500.00 |
| GLWA (SEWER) LEGACY | 06/30/16 | FY15-16 Pension Contributions | 14,025,000.00 |
| GLWA (WATER) HYBRID | 06/30/16 | FY15-16 Pension Contributions | 484,432.22 |
| GLWA (SEWER) HYBRID | 06/30/16 | FY15-16 Pension Contributions | 957,330.33 |
| LIBRARY LEGACY | 06/30/16 | FY15-16 Pension Contributions | 2,500,000.00 |
| DWSD-R (WATER) LEGACY | 06/30/16 | FY15-16 Pension Contributions | 4,045,140.00 |
| DWSD-R (SEWER) LEGACY | 06/30/16 | FY15-16 Pension Contributions | 2,696,760.00 |
| DWSD-R (WATER) HYBRID | 06/30/16 | FY15-16 Pension Contributions | 257,432.85 |
| DWSD-R (SEWER) HYBRID | 06/30/16 | FY15-16 Pension Contributions | 184,891.63 |
| GENERAL CITY HYBRID | 06/30/16 | FY15-16 Pension Contributions | 5,414,776.81 |
| LIBRARY HYBRID | 06/30/16 | FY15-16 Pension Contributions | 546,943.00 |
| DDOT HYBRID | 06/30/16 | FY15-16 Pension Contributions | 1,199,347.00 |
| GENERAL CITY LEGACY | 06/30/16 | FY15-16 Pension Contributions | 20,000,000.00 |
| GLWA (WATER) LEGACY | 06/30/16 | FY15-16 Pension Contributions | 10,295,000.00 |
| FIRST INDEPENDENCE BANK | 06/30/16 | Loan Deductions | 46,227.63 |
| MESIROW FINANCIAL PRIV EQ PSHIP FD III LP | 06/30/16 | Distribution | 500,000.00 |
| POLICE & FIRE RETIREMENT SYSTEM | 06/30/16 | Reimburse Staff Wages | 22,077.64 |
| DIA LEGACY | 07/01/16 | FY15-16 Pension Contributions | 32,511,827.74 |
| DIA LEGACY | 07/01/16 | FY15-16 Pension Contributions | 375,000.00 |
| MUNIMAE HOLDINGS II | 07/01/16 | Remittance | 296,110.00 |

Re: Receipts – (Con't)

| THE GENERAL RETIREMENT SYSTEM OF THE CITY OF DETROIT | | | |
|--|-------------|---------------------------------------|--------------------------|
| WEEKLY RECEIPTS FOR ACKNOWLEDGEMENT | | | |
| 6/13/16 - 7/1/16 (cont'd) | | | |
| | | | |
| | | | |
| July 6, 2016 | | | |
| REMITTER NAME | DATE POSTED | DESCRIPTION | AMOUNT |
| RECEIPTS | | | |
| FORT SHELBY | 07/01/16 | Remittance | 177,659.42 |
| WIND POINT PARTNERS III LP | 07/01/16 | Distribution | 410,940.00 |
| COBO CENTER | 06/24/16 | Pension & Annuity Contributions | 3,370.24 |
| CITY OF DETROIT | 06/13/16 | Weekly Mandatory Pension Contribution | 177,150.42 |
| CITY OF DETROIT | 06/13/16 | Weekly Annuity Contribution | 125,279.28 |
| CITY OF DETROIT | 06/17/16 | Weekly Mandatory Pension Contribution | 90,242.02 |
| CITY OF DETROIT | 06/17/16 | Weekly Annuity Contribution | 63,985.45 |
| CITY OF DETROIT | 06/27/16 | Weekly Mandatory Pension Contribution | 178,254.93 |
| CITY OF DETROIT | 06/27/16 | Weekly Annuity Contribution | 126,359.14 |
| CITY OF DETROIT | 07/01/16 | Weekly Mandatory Pension Contribution | 89,968.69 |
| CITY OF DETROIT | 07/01/16 | Weekly Annuity Contribution | 63,322.76 |
| TOTAL RECEIPTS | | | \$ 113,117,281.40 |

Re: Monthly Pension Payroll

Motion By: Trustee Cetlinski – Supported By: Trustee Anthony

The Monthly Pension Payroll is approved as presented.

| THE GENERAL RETIREMENT SYSTEM OF THE CITY OF DETROIT | | | |
|--|--|---|-------------------------|
| MONTHLY PENSION PAYROLL FOR APPROVAL | | | |
| 7/6/2016 | | | |
| | | | |
| | | | |
| July 6, 2016 | | | |
| PAYEE NAME | | DESCRIPTION | AMOUNT |
| DISBURSEMENTS | | | |
| First Independence Bank | | Pension Payroll - Direct Deposit | 14,775,152.37 |
| MISOU | | Child Support Deductions | 26,207.81 |
| First Independence Bank | | Pension Payroll - Legacy Checks | 1,873,524.40 |
| First Independence Bank | | Pension Payroll - Hybrid Checks | 48,544.53 |
| Diversified Members Credit Union | | Loan Payment Deductions | 621,426.67 |
| Detroit Employee Benefit Plan | | Benefit Payments - Life Insurance | 3,850.86 |
| Detroit Employee Benefit Plan-VEBA (to RHC) | | Benefit Payments - Health, Eye & Dental | 437,136.01 |
| Federal Tax | | Withholding | 1,798,044.80 |
| State Tax & Assoc. Fees | | Withholding | 308,404.33 |
| TOTAL DISBURSEMENTS | | | \$ 19,892,291.78 |

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan and Szymanski - 9

Nays: None

Re: Fees and Expenses

Resolution Moved By: Trustee Cetlinski - Supported By: Trustee Anthony

WHEREAS, the Board has been presented with the List of Disbursements for Board Approval which is referenced below requesting payment for Fees and Expenses, and

WHEREAS, the Board has been requested to approve payment of said Fees and Expenses; **THEREFORE BE IT**

RESOLVED, that subject to staff audit and approval of all Legal Fees by the Board's General Counsel, the Board **APPROVE** payment of the following Fees and Expenses:

| PAYEE | DATE | INVOICE NO | DESCRIPTION | AMOUNT |
|---|-----------|-------------|---|---------------------|
| CAPITAL CALLS: | | | | |
| LANDMARK EQUITY PARTNERS XV, LP | 6/21/2016 | | Due 7/1/16 | \$355,644.00 |
| SYNDICATED COMMUNICATIONS VENTURE PA | 6/17/2016 | | Due 7/1/16 | \$19,879.00 |
| Subtotal | | | | \$375,523.00 |
| LEGAL FEES: | | | | |
| RACINE & ASSOCIATES | 5/13/2016 | 11967 | DGRS v. Capozzoli: 4/1/16-4/30/16 | \$39,157.16 |
| RACINE & ASSOCIATES | 6/15/2016 | 11980 | DGRS v. Capozzoli: 5/1/16-5/31/16 | \$32,582.08 |
| RACINE & ASSOCIATES | 6/14/2016 | 11978 | DGRS v. Gracia: 5/1/16-5/31/16 | \$1,163.38 |
| Subtotal | | | | \$72,902.62 |
| ADMINISTRATIVE EXPENSES: | | | | |
| 500 WEBWARD LLC | 7/1/2016 | 17951 | July 2016 Rent | \$21,266.93 |
| 500 WEBWARD LLC | 6/30/2016 | 17543 | Moved Filing Cabinet | \$27.50 |
| ALLEGRA | 6/24/2016 | 96889 | Office Supplies | \$2,674.65 |
| ASYSO | 6/27/2016 | 2016110603 | AMT Software License: 6/1/16-7/31/16 | \$16,303.85 |
| COMCAST | 6/14/2016 | 061416 | High-Speed Internet | \$157.17 |
| CREATIVE BREAKTHROUGHS INC | 6/28/2016 | 119319 | IT Security Svcs | \$4,900.00 |
| CREATIVE BREAKTHROUGHS INC | 6/27/2016 | 119116 | IT Security Svcs | \$3,500.00 |
| DIRECTV | 6/24/2016 | 28836185047 | Service Charges (Late Fees) | \$6.80 |
| F. LOGAN DAVIDSON, P.C. | 6/28/2016 | 160628.2 | GRS PITG Holdings Corp: Out-of-Pocket Expenses for 2015 | \$1,175.00 |
| FEDEX | 6/15/2016 | 5-449-61269 | FedEx Mailings | \$20.37 |
| FEDEX | 6/22/2016 | 5-457-20688 | FedEx Mailings | \$20.37 |
| FEDEX | 6/29/2016 | 5-464-63752 | FedEx Mailings | \$80.82 |
| FORMS TRAC ENTERPRISES, INC | 6/13/2016 | 63723 | Printing Services | \$87.33 |
| FORMS TRAC ENTERPRISES, INC | 6/13/2016 | 63724 | Printing Services | \$272.50 |
| FORMS TRAC ENTERPRISES, INC | 6/13/2016 | 63721 | Printing Services | \$32.04 |
| FORMS TRAC ENTERPRISES, INC | 6/13/2016 | 63722 | Printing Services | \$32.04 |
| GRAPHINITY INC | 6/27/2016 | 11132 | Printing - Annual Reports | \$8,878.00 |
| IT STAFF WAGES | 6/30/2016 | | IT Staff Wages for June 2016 | \$40,981.41 |
| OTHER EXPENSES: | | | | |
| JRW CREATIVE IDEOLOGY | 6/23/2016 | 2016 026 | Creative Design Svcs - Annual Report | \$5,300.00 |
| QUILL CORPORATION | 6/13/2016 | 6578940 | Office Supplies | \$13.49 |
| QUILL CORPORATION | 6/13/2016 | 6579075 | Office Supplies | \$19.79 |
| QUILL CORPORATION | 6/13/2016 | 6575001 | Office Supplies | \$17.96 |
| QUILL CORPORATION | 6/10/2016 | 6555646 | Office Supplies | \$59.34 |
| QUILL CORPORATION | 6/10/2016 | 6544807 | Office Supplies | \$148.80 |
| QUILL CORPORATION | 6/10/2016 | 6606660 | Office Supplies | \$71.08 |
| RICOH | 6/22/2016 | 5042724680 | Contract Services | \$253.10 |
| SHRED-IT USA | 6/9/2016 | 9411038390 | Off-Site Regular Service | \$47.72 |
| STAFF WAGES | 6/19/2016 | | Staff Wages for 6/6/16 - 6/19/16 | \$22,077.63 |
| UHY ADVISORS MI INC | 6/15/2016 | | Prof Accounting Svcs - 6/1/16-6/15/16, Inv # 1177463 | \$37,559.37 |
| Subtotal | | | | \$165,985.06 |
| OTHER EXPENSES: | | | | |
| OPEN TEXT | 4/25/2016 | | Imaging Licenses, Inv # SUS08411538 | \$62,886.85 |
| Subtotal | | | | \$62,886.85 |
| Total Disbursements for Board Approval | | | | \$677,297.53 |

Re: Fees and Expenses – (Con't)

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

Re: Refunds of Accumulated Contributions

Motion By: Trustee Cetlinski - Supported By: Trustee Szymanski

RESOLVED, that the contributions to the Annuity Savings Fund by members of the General Retirement System, as set forth:

List No. 7263 - \$116,023.50

List No. 7264 - \$192,056.68

List No. 7265 - \$635,824.07

including interest, be **REFUNDED**, pending audit by the Retirement Systems' Accounting Staff.

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

Re: Employee Loan Program

Motion By: Trustee Cetlinski – Supported By: Trustee Oxendine

RESOLVED, that the disbursements for the Employee Loan Program by members of the General Retirement System, as set forth in the amount of:

06/22/2016 - \$25,844.00

06/29/2016 - \$25,551.00

07/06/2016 - \$19,052.00

including interest, be hereby **APPROVED**.

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski - 9

Nays: None

MANAGER'S REPORT

The Retirement System's Manager, LaMonica Arrington-Cabeau, addressed the Board of the following:

Re: General Retirement System of the City of Detroit Authorized Signatory List

Resolution Moved By: Trustee Cowan – Supported By: Trustee Nickleberry

RESOLVED, that two signatures be required on all documents issued on behalf of the Board of Trustees of the General Retirement System of the City of Detroit, and be it further

RESOLVED, that the following persons be designated and authorized to execute all documents in conjunction with the holdings, purchases, and investments of the Retirement System, as well as proceeds of said investments and any monies belonging to the Retirement System, in accordance with the provisions of Title IX, Chapter VI, Article VIII of the 1918 City of Detroit Charter and continued in effect by Article II, Section 102 of the January 1, 1997 City of Detroit Charter and be designated and authorized to sign all papers, documents and vouchers in accordance with the aforesaid provisions:

(A). Any one (1) of the following:

Cynthia A. Thomas, Executive Director
LaMonica Arrington-Cabeau, Assistant Executive Director
David Cetlinski, Assistant Executive Director
Chanda Smith, Manager I
Jerry Johnston, Manager

(B). Any one (1) of the following Trustees:

Wendell Anthony, Ex/Officio Trustee
Scott Benson, Ex/Officio Trustee/City Council Member
Lori R. Cetlinski, Elected Trustee
Tasha L. Cowan, Elected Trustee
Michael Duggan, Ex/Officio Trustee/Honorable Mayor
Olga Johnson, Elected Trustee
John Naglick, Ex/Officio Trustee/Finance Director
Armella J. Nickleberry, Elected Trustee
Gail Oxendine, Elected Trustee
Thomas Sheehan, Elected Trustee (Retired)
David Szymanski, Ex/Officio Trustee/Treasurer

(C). Any two (2) of the Trustees listed in (B) above.

Re: GRS Authorized Signatory List – (Con't)

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski – 9

Nays: None

~Concludes Manager's Report~

EXECUTIVE DIRECTOR'S REPORT

Executive Director, Cynthia A. Thomas, addressed the Board of the following:

Re: General Retirement System's Annual Report

Motion By: Trustee Szymanski – Supported By: Trustee Johnson

Motion to print a limited amount of the General Retirement System's Annual Report for next year.

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan
and Szymanski – 9

Nays: None

~Concludes Executive Director's Report~

➤ **Trustee Benson** rejoined the Board Meeting from Lunch period at 2:00 p.m.

PRESENTATION: (via/Teleconference)

Banyan Realty Advisors

Discussion was held via/teleconference with the Board's realty advisor, Lou Vogt, to discuss the ICG Leaseback – General Motors.

~Concludes Presentation~

Re: ICG Leaseback – GM

Motion By: Trustee Anthony – Supported By: Trustee Nickleberry

To acknowledge receipt of the correspondence submitted by Banyan Realty Advisors, Lou Vogt dated June 28, 2016, with recommendations regarding the ICG Leaseback-GM proposal.

Yeas: Anthony, Benson, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan, Szymanski – 10

Nays: None

Re: ICG Leaseback - GM

Motion By: Trustee Szymanski – Supported By: Trustee Anthony

To deny the proposal to pay any portion of a prepayment penalty to AXA Equitable with regards to the Board's ICG Leaseback investment based upon 1) the expected value of the investment at maturity in approximately one (1) year; 2) the terms of the sale agreement with Todd interests, concurrence of the Board's Real Estate Advisor, Lou Vogt and Chief Investment Officer.

Yeas: Anthony, Benson, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan, Szymanski – 10

Nays: None

CHIEF INVESTMENT OFFICER'S REPORT

There were no items to report at this week's meeting.

GENERAL COUNSEL'S REPORT

General Counsel, **Michael VanOverbeke**, submitted a legal report for the Board's discussion:

Re: John Augenstein – Distribution of Annuity Balance

Motion By: Trustee Szymanski – Supported By: Trustee Naglick

To acknowledge receipt of General Counsel's Memo dated July 7, 2016 regarding distribution of John Augenstein's annuity balance and to approve distribution of 100% of Mr. Augenstein's annuity balance to his son, Ivan C. Augenstein, as named beneficiary.

Yeas: Anthony, Benson, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan, Szymanski – 10

Nays: None

QDRO:

Re: Dawn Rivers v. Antonio Rouso Rivers
Wayne County Circuit Court; Case No. 11-106075-DM

Resolution Moved By: Trustee Nickleberry – Supported By: Trustee Szymanski

WHEREAS, the Board of Trustees is in receipt of a Qualified Domestic Relations Order for Defined Contribution Plan Annuity (the "Order"), dated March 8, 2016, wherein Dawn Rivers, the Alternate Payee, is awarded certain rights to the benefits of Antonio Rouso Rivers, the Participant, and

WHEREAS, Mr. Rivers retired on November 2, 2015, elected the Plan's regular Straight Life form of benefit, and has not withdrawn his accumulated contributions from the Annuity Savings Fund, and

WHEREAS, pursuant to the terms of the Order, the Alternate Payee is entitled to \$50,000.00 of the Participant's accumulated contributions (Annuity Savings Fund), as of March 8, 2012, and

WHEREAS, said matter had been discussed with legal counsel who has opined that the applicable terms of said court order are consistent with the provisions of the Retirement System and applicable law; **THEREFORE BE IT**

Re: Dawn Rivers v. Antonio Rouso Rivers – (Con't)

RESOLVED, that the Board acknowledges receipt of said court order, and that notwithstanding the references to ERISA and the title of the order as a Qualified Domestic Relations Order, the Board will pay pension benefits consistent with the order as soon as administratively feasible, and further

RESOLVED, that a copy of this resolution be immediately attached as the top sheet of the pension file and other appropriate records be kept for the Retirement System relative to this matter, and further

RESOLVED, that copies of this resolution be sent to Antonio Rouso Rivers, the Participant; Gwendolyn Davis-Yancey, Esq. attorney for the Participant; and Dawn Rivers, the Alternate Payee.

Yeas: Anthony, Benson, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan, Szymanski – 10

Nays: None

➤ ***Trustee Benson** left the Board Meeting for the day at 2:50 p.m.*

Re: Library Settlement Agreement

Motion By: Trustee Szymanski - Supported By: Trustee Oxendine

WHEREAS, the Board of Trustees of the General Retirement System of the City of Detroit is vested with the authority and fiduciary responsibility for the administration, management, and operation of the Retirement System, and

WHEREAS, the Board of Trustees is in receipt of a proposed Settlement Agreement in the Detroit Public Library Commission, et al v. UAW, et al, Wayne County Circuit Court Case No. 15-006495-CL (the "Agreement") , and

WHEREAS, the proposed Agreement is contingent upon the approval of the terms of Sections 7.1(a) and (b) in the Agreement by the General Retirement System Board of Trustees at its July 6, 2016 meeting, and

WHEREAS, the proposed Agreement is also contingent upon the approval of the benefits set forth in Sections 7.1(a) and (b) of the Agreement by the Bankruptcy Court for the Eastern District of Michigan having jurisdiction over the City of Detroit's Chapter 9 bankruptcy, and

Re: Library Settlement Agreement – (Con't)

WHEREAS, the terms of the proposed Agreement have been reviewed and approved for the Board's consideration by the Board's General Counsel and RSCD staff,
THEREFORE BE IT

RESOLVED, that the Board hereby approves the terms of Sections 7.1(a) and (b) of the Settlement Agreement subject to the terms and contingencies set forth in the Agreement, and be it further

RESOLVED, that a copy of this resolution be forwarded to the respective attorneys representing the parties to the litigation; Richard G. Mack, Jr., Michael B. Nicholson, Andrew Nickelhoff, Frank W. Jackson, and Eric J. Pelton, and that a copy be maintained in the Retirement System records.

Yeas: Anthony, Cetlinski, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan, Szymanski – 9

Nays: None

- Re: City of Detroit Retirement System Employer Contributions
The Board was provided a copy of the City of Detroit Retirement System Employer Contributions for Fiscal Year 2016.

Re: UHY Contract for Process Optimization and Software Selection Services

Resolution Moved By: Trustee Naglick – Supported By: Trustee Cetlinski

WHEREAS, at its regular meeting on February 1, 2016, the Board of Trustees of the General Retirement System of the City of Detroit ("GRSD") authorized execution of an engagement agreement with UHY Advisors of MI, Inc. ("UHY") to provide professional services for Process Optimization and Software Selection (the "Contract"); and

WHEREAS, the Contract and the services received will benefit the joint administration of the GRS and the Police and Fire Retirement System of the City of Detroit ("PFRS"), and the costs for which services from UHY will be equally shared between GRS and PFRS, and

WHEREAS, the Board is in receipt of a presentation document presented to the Board on June 17, 2016, by UHY Principal Cindy Hannafey entitled "Process Optimization and Software Selection Phase I & II Report Out," dated June 16-17, 2016 (the "Phase I & II Report"), which includes discussion of Phase III Implementation Strategy and anticipated project budget ("Phase III Implementation"), and

Re: UHY Contract for Process Optimization and Software Selection Services –
(Con't)

WHEREAS, the Board continues to view investment in improvements to optimization of administrative processes and software as a use of funds consistent with the obligation to discharge fiduciary duties to PFRS pursuant to the Public Employee Retirement System Investment Act, Act 314 of 1965, and

WHEREAS, the Board has been advised by the Executive Director and General Counsel in this matter, and

WHEREAS, the Board has considered this matter in open session; **THEREFORE BE IT**

RESOLVED, that the Board authorizes UHY to proceed with Phase III Implementation consistent with the Phase I & II Report, and be it further

RESOLVED, that the Board authorizes a budget for Phase III Implementation of between \$3.2 million and \$4.2 million, to be equally supported and shared between GRSD and PFRS, and be it further

RESOLVED, that UHY provide Phase III Implementation updates with presentations before the Board not less frequently than quarterly, and be it further

RESOLVED, that the Executive Director is authorized to execute an engagement agreement with UHY consistent with the foregoing terms subject to the Executive Director's approval of an agreed-upon Statement of Work with UHY for Phase III Implementation, and further subject to review and approval of the form of engagement agreement for Phase III Implementation by General Counsel, and be it further

RESOLVED, that a copy of this resolution will be forwarded to UHY and General Counsel.

Yeas: Anthony, Cetlinski, Johnson, Naglick, Nickleberry, Oxendine, Sheehan,
Szymanski – 8

Nays: Cowan – 1

➤ ***Trustee Cetlinski left the Board Meeting for the day at 3:05 p.m.***

GENERAL COUNSEL'S REPORT – (Con't)

Re: Entering Into Closed Session

Resolution Moved By: Trustee Anthony – Supported By: Trustee Szymanski

WHEREAS, the Retirement System is subject to the limitation of the Open Meetings Act (“OMA”) being MCL 15.261 et seq. and has adopted a resolution on October 24, 2012 relative thereto; **THEREFORE BE IT**

RESOLVED, that the Board enters into Closed Session for the purpose of discussing Attorney-Client Privileged matters regarding ongoing pending litigation as well as the Casino Holdings.

A Roll Call Vote was taken as follows:

Yeas: Anthony, Cowan, Johnson, Naglick, Nickleberry, Oxendine, Sheehan, Szymanski – 8

Nays: None

The Board entered into **Closed Session** at 3:10 p.m.

Re: Open Session

Motion By: Trustee Anthony – Supported By: Trustee Nickleberry

RESOLVED, that the Board come out of Closed Session.

The Board returned to **Open Session** at 3:25 p.m.

~Concludes Legal Report~

OLD/NEW BUSINESS

Updates:

- NEPC – re: Hedge fund search & report 1st quarter results at the GRSIC meeting
- Life Assurance Fund – re: Renewal
- American Realty – re: Managing (2) properties
- Golfport, Mississippi property
- Securities Litigation – no update at this time
- McLagan’s compensation survey – re: CIO’s compensation

ADJOURNMENT

There being no further business before the Board, **Chairman Sheehan** adjourned the meeting at 3:50 p.m. The Board's next meeting is scheduled for **Wednesday, July 20, 2016**, at 10:00 a.m. in the Retirement Systems' Conference Room, 500 Woodward Avenue Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,

A handwritten signature in black ink, reading "Lamonica Arrington-Cabeau". The signature is written in a cursive, flowing style.

LAMONICA ARRINGTON-CABEAN
MANAGER II